

1st AMENDMENT TO THE  
INTERAGENCY SERVICE AGREEMENT

Between  
ARIZONA DEPARTMENT OF HOUSING  
and  
ARIZONA DEPARTMENT OF HEALTH SERVICES

For facilitating development of housing for individuals  
suffering from severe mental illness

THIS FIRST AMENDMENT TO THE INTERAGENCY SERVICE AGREEMENT ("First Amendment to the ISA") is entered into under Arizona Revised Statutes §35-148 by and between the Arizona Department of Housing (hereinafter called "Housing"), and the Arizona Department of Health Services (hereinafter called "ADHS").

WHEREAS, Housing and ADHS previously entered into an Interagency Service Agreement ("the ISA") effective February 26, 2008, and;

WHEREAS, a revision to the ISA is necessary, and;

WHEREAS, Housing and ADHS agree that the revision is in the best interests of all parties;

In consideration of the revisions described below, the performances described, and the benefits to be received, Housing and ADHS hereby agree to amend the ISA as follows:

ITEM 2. Shall be replaced in its entirety with the following:

2. This Agreement shall terminate by no later than June 30, 2010 unless extended by agreement of the parties in writing.

ITEM 3. Shall be replaced in its entirety with the following:

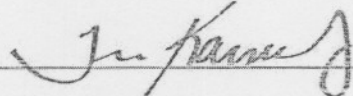
3. The ADOH shall provide \$4 million in State Housing Trust Funds ("Program Funds") to ADHS for the purpose of facilitating development of housing for severely mentally ill persons. This includes \$2 million previously transferred to ADHS for this purpose, and an additional \$2 million that will be transferred to ADHS upon execution of this amendment.

Any and all portions of the ISA that are not specifically amended above shall remain unchanged and in full force and effect.

In Witness Whereof, Housing and ADHS have executed this Third Amendment to the ISA, which shall become effective this 20 day of NOV 2008.

THE STATE OF ARIZONA,

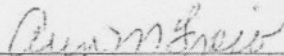
ARIZONA DEPARTMENT OF HOUSING

Signature: 

Name/Title: Fred G. Karnas, Jr., Director

Date: 11.19.08

ARIZONA DEPARTMENT OF HEALTH SERVICES

Signature: 

Title: Procurement Administrator

Date: 11.17.08